

**TOP SECRET**

25X1



25 August 1962

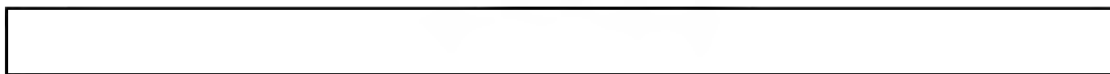


25X1

Copy No. C

24-5-

# CENTRAL INTELLIGENCE BULLETIN



25X1

State Dept. review completed

GROUP 1  
Excluded from automatic  
downgrading and  
declassification

**TOP SECRET**

25X1

Approved For Release 2003/04/17 : CIA-RDP79T00975A006500470001-8

Approved For Release 2003/04/17 : CIA-RDP79T00975A006500470001-8

25 August 1962

CENTRAL INTELLIGENCE BULLETIN

CONTENTS

25X1

- [Redacted]
- 2. Communist China: Peiping demonstrating official concern over US naval patrols in vicinity of Tsingtao naval base. (*Page i*)
3. Ecuador: Arosemena Cabinet resigns. (*Page ii*)

25X1

- [Redacted]
- 5. Congo: Portuguese military aid to Katanga may be increased as result of recent talks in Luanda. (*Page iii*)

25X1

- [Redacted]
- 8. West Germany: Cuts in 1963 defense budget being planned. (*Page v*)

25X1

## CENTRAL INTELLIGENCE BULLETIN

25 August 1962

### DAILY BRIEF

25X1

25X1

Communist China: [Peiping is demonstrating official concern over the continuation of US naval patrols in the vicinity of the North China naval base of Tsingtao.]

[During the 23 August Sino-American ambassadorial meeting in Warsaw, the Chinese representative charged that the US had conducted four patrols in the area since mid-April. He declared that the situation "had gone too far to be tolerated," and said that the US would be held responsible for the consequences.]

25X1

25X1

\*Ecuador: President Arosemena's moderately left-of-center cabinet, which has recently been under increasing pressure from both the right and the left, resigned yesterday to give the President full power to reorganize the government. For the past two months, the Communists and other leftist extremists, who had supported Arosemena until he gave in to army pressure and broke relations with Cuba in April, have been taking advantage of the legitimate grievances of workers to create widespread disturbances and riots. These tactics, designed to show that the Arosemena government was incapable of maintaining public order, were employed successfully to discredit former president Velasco Ibarra whom Arosemena overthrew last November.

Since its present session began on 10 August, the predominantly conservative Congress has been highly critical of Arosemena and reportedly has threatened to impeach him. Rightists are opposed to his reform programs, which they claim are leftist inspired. Furthermore, the rightist followers of Velasco consider that Arosemena betrayed their leader and seek revenge.

The political leanings of the new cabinet ministers, whose appointment reportedly will be made sometime today, will show Arosemena's future plans. He may placate the right in an effort to stay in office now or fight for his reform programs hoping thereby to gain sufficient popular support to be elected president in 1968.

25X1

25 Aug 62

DAILY BRIEF

ii

25X1

25X1

[redacted]

Congo: Portuguese military aid to Katanga may be increased as a result of talks held in Luanda in early August.

25X1

[redacted] Portuguese officials have reportedly agreed to train Katangan paracommandos inside Angola and to provide "large quantities" of materiel, including unidentified heavy weapons, first deliveries of which are expected to reach Katanga soon. [redacted] single-engine Bolkow light aircraft from West Germany-- [redacted] have already arrived in Katanga via Angola.

25X1

25X1

25X1

[redacted] the main Portuguese motive is to ensure that the bulk of Katanga's general trade and mineral exports continue to be shipped via Angolan railways. Lisbon also may hope to retaliate against the Leopoldville government for its support of the Angolan rebels.

25X1

25 Aug 62

DAILY BRIEF

iii

25X1

25X1

Approved For Release 2003/04/17 : CIA-RDP79T00975A006500470001-8

Approved For Release 2003/04/17 : CIA-RDP79T00975A006500470001-8

25X1

West Germany: Cuts are being planned in the 1963 West German defense budget that will bring it below the amount required to sustain the planned pace of buildup. This is the first such cut since West German rearmament began in 1954.

The US ambassador fears that these cuts, which are intended to relieve the tight budgetary situation caused by wage increases in government-owned industries, will set a precedent for sharper downward revisions in future defense planning. Finance Minister Starke has already rejected as inadequate a slight cut proffered by the Defense Ministry from the \$4.55 billion originally requested.

25X1

25X1

\*\*\*

25X1

25 Aug 62

DAILY BRIEF

v

25X1

THE PRESIDENT

The Vice President

Executive Offices of the White House

Special Counsel to the President

Military Representative of the President

The Special Assistant for National Security Affairs

The Scientific Adviser to the President

The Director of the Budget

The Director, Office of Emergency Planning

The Director, National Aeronautics and Space Administration

The Department of State

The Secretary of State

The Under Secretary of State

The Under Secretary of State for Political Affairs

The Deputy Under Secretary of State for Political Affairs

The Counselor and Chairman of the Policy Planning Council

The Director of Intelligence and Research

The Treasury Department

The Secretary of the Treasury

The Under Secretary of the Treasury

The Department of Defense

The Secretary of Defense

The Deputy Secretary of Defense

The Secretary of the Army

The Secretary of the Navy

The Secretary of the Air Force

The Assistant Secretary of Defense (International Security Affairs)

The Assistant Secretary of Defense

The Chairman, The Joint Chiefs of Staff

Chief of Naval Operations, United States Navy

Chief of Staff, United States Air Force

Chief of Staff, United States Army

Commandant, United States Marine Corps

U. S. Rep., Military Committee and Standing Group, NATO

Supreme Allied Commander, Europe

Commander in Chief, Pacific

The Director, Defense Intelligence Agency

The Director, The Joint Staff

The Director for Intelligence, The Joint Staff

The Assistant Chief of Staff for Intelligence, Department of Army

The Director of Naval Intelligence, Department of Navy

The Assistant Chief of Staff, Intelligence, Department of the Air Force

The Department of Justice

The Attorney General

The Federal Bureau of Investigation

The Director

The Atomic Energy Commission

The Chairman

The National Security Agency

The Director

The United States Information Agency

The Director

The National Indications Center

The Director

Approved For Release 2003/04/17 : CIA-RDP80-01975A006500470001-8

**TOP SECRET**

Approved For Release 2003/04/17 : CIA-RDP80-01975A006500470001-8

**TOP SECRET**